Form No. DMB 234 (Rev. 1/96) AUTHORITY: Act 431 of 1984 COMPLETION: Required PENALTY: Contract will not be executed unless form is filed

STATE OF MICHIGAN DEPARTMENT OF MANAGEMENT AND BUDGET **PURCHASING OPERATIONS**

P.O. BOX 30026, LANSING, MI 48909

530 W. ALLEGAN, LANSING, MI 48933

NOTICE OF CONTRACT NO. 071B7200321 between THE STATE OF MICHIGAN and

September 25, 2007

NAME & ADDRESS OF VENDOR		TELEPHONE Steve Hicks	
		(614) 205-3421	
Grainger, Inc.		VENDOR NUMBER/MAIL CODE	
1750 Commerce Drive			
South Bend, IN 46628-1565		BUYER/CA (517) 241-1647	
steve.hicks@	grainger.com	Irene Pena	
Contract Administrator: Laura Gyorkos (517) 373-1	455		
Hardware & MRO	Items – State	wide	
CONTRACT PERIOD: From: July 10, 200	CONTRACT PERIOD: From: July 10, 2007 To: July 9, 2010		
TERMS	SHIPMENT		
Net 30 Days		1 – 7 Days ARO	
F.O.B.	SHIPPED FR	OM	
Delivered Various Locations			
MINIMUM DELIVERY REQUIREMENTS			
N/A			
MISCELLANEOUS INFORMATION:			

THIS CONTRACT IS AVAILABLE TO LOCAL UNITS OF GOVERNMENT.

The terms and conditions of this Contract are attached. In the event of any conflicts between the specifications, terms and conditions indicated by the State and those indicated by the vendor, those of the State take precedence.

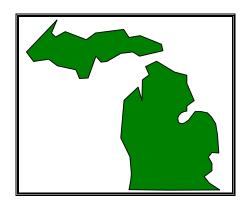
Estimated Contract Value: \$6,000,000.00 Form No. DMB 234 (Rev. 1/96) AUTHORITY: Act 431 of 1984 COMPLETION: Required PENALTY: Contract will not be executed unless form is filed

STATE OF MICHIGAN **DEPARTMENT OF MANAGEMENT AND BUDGET PURCHASING OPERATIONS** P.O. BOX 30026, LANSING, MI 48909 530 W. ALLEGAN, LANSING, MI 48933

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between THE STATE OF MICHIGAN

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Delivered		Various Locations			
MINIMUM DELIVERY REQUIREMENTS					
N/A					
MISCELLANEOUS INFORMATION:					
THIS CONTRACT IS AVAILABLE TO LOCAL	UNITS OF G	OVERNMENT.			
THIS IS NOT AN ORDER: This is an Optional Us will be issued directly by State Agencies and Loof a Purchase Order Form.					
FOR THE VENDOR: Grainger, Inc.					
Firm Name		Signature			
	An	thony Des Chenes, Director			
Authorized Agent Signature	-	Name/Title			
	Com	modities Division, Purchasing			
		Operations			
Authorized Agent (Print or Type)		Division			
Date		Date			



STATE OF MICHIGAN Department of Management and Budget Purchasing Operations

Contract No. 071B7200321

W.W. Grainger MRO Supplies Contract

Buyer Name: Irene Pena Telephone Number: 517-241-1647 E-Mail Address: penail@michigan.gov

(MRO Supplies)

1.0	Introduction	6
	1.001 DEFINING DOCUMENT	6
	1.002 PROJECT TITLE AND DESCRIPTION	6
		6
		6
1.1	Product Quality	
		6
		d)6
		ed)6
	1.104 RETURNS AND WARRANTY FOR PRODUC	TS OR SERVICES6
1.2	Service Capabilities	
	1.201 CUSTOMER SERVICE/ORDERING	6
		7
		7
		7
1.3	Delivery Capabilities	
		7
		7
		8
		8
		8
		ERABLES/PARE EXPLANATION8
1.4	Project Price	
1.4	1.401 PRICING AND DISCOUNT STRUCTURE	8
		9
		9
1.5	Quantity Term	
1.6	Alternate Payment Method	
	neral Terms and Conditions	
2.0	Introduction	
2.0		10
		STRATOR10
		10
		10
		11
		11
		11
		12
		12
		12
		12
		······································
		12
21	2.013 PURCHASE ORDERS	12
2.1	2.013 PURCHASE ORDERSVendor/Contractor Obligations	12 12
2.1	2.013 PURCHASE ORDERS Vendor/Contractor Obligations	12 12 12
2.1	2.013 PURCHASE ORDERS	
2.1	2.013 PURCHASE ORDERS	12
2.1	2.013 PURCHASE ORDERS	12
	2.013 PURCHASE ORDERS	12
2.1	2.013 PURCHASE ORDERS	12
	2.013 PURCHASE ORDERS	12

	4
l	

	2.203	POSSIBLE PROGRESS PAYMENTS (Reserved)	
	2.204	POSSIBLE PERFORMANCE-BASED PAYMENTS (Reserved)	
	2.205	ELECTRONIC PAYMENT AVAILABILITY	14
	2.206	PERFORMANCE OF WORK BY CONTRACTOR (Reserved)	14
2.3	Contrac	t Rights and Obligations	14
	2.301	INCURRING COSTS	14
	2.302	CONTRACTOR RESPONSIBILITIES	14
	2.303	ASSIGNMENT AND DELEGATION	
	2.304	TAXES	15
	2.305	INDEMNIFICATION	15
	2.306	LIMITATION OF LIABILITY	
	2.307	CONTRACT DISTRIBUTION	17
	2.308	FORM, FUNCTION, AND UTILITY	
	2.309	ASSIGNMENT OF ANTITRUST CAUSE OF ACTION	
	2.310	PURCHASING FROM OTHER STATE AGENCIES (Reserved)	
	2.311	TRANSITION ASSISTANCE	
	2.312	LIABILITY INSURANCE	
	2.313	RESERVED	
	2.314	WEBSITE INCORPORATION	
2.4	Contrac	t Review and Evaluation	
	2.401	CONTRACT COMPLIANCE INSPECTOR (Reserved)	
	2.402	PERFORMANCE REVIEWS	
	2.403	AUDIT OF CONTRACT COMPLIANCE/ RECORDS AND INSPECTIONS	
2.5	Quality a	and Warranties	
	2.501	PROHIBITED PRODUCTS	
	2.502	QUALITY ASSURANCE	
	2.503	INSPECTION	
	2.504	GENERAL WARRANTIES (goods)	
	2.505	CONTRACTOR WARRANTIES	
	2.506	STAFF (Reserved)	
	2.507	RESERVED	
	2.508	EQUIPMENT WARRANTY (Reserved)	
	2.509	RESERVED	
2.6		of Contract	
	2.601	BREACH DEFINED	
	2.602	NOTICE AND THE RIGHT TO CURE	
	2.603	EXCUSABLE FAILURE	
2.7	Remedie	95	24
	2.701		
	2.702	RIGHTS UPON CANCELLATION	26
	2.703	LIQUIDATED DAMAGES	
	2.704	STOP WORK (Reserved)	
	2.705	SUSPENSION OF WORK	
2.8	Changes	s, Modifications, and Amendments	
		APPROVALS	
	2.802	TIME EXTENTIONS	
	2.803	MODIFICATION	
	2.804	AUDIT AND RECORDS UPON MODIFICATION	
	2.805	CHANGES	
PRICE SHEET	: MANUF	ACTURER DISCOUNT SCHEDULE	
CDAINGED BI	_		40

Article1 - Statement of Work (SOW)

1.0 Introduction

1.001 DEFINING DOCUMENT

This document contains or incorporates defined requirements, the specifications and scope of work, and all Contractual terms and conditions.

1.002 PROJECT TITLE AND DESCRIPTION

This Contract is to provide Terms, Conditions and Pricing for State Agencies and Local Units of Government for the procurement of maintenance repair and operating (MRO) supplies.

1.003 PROJECT CONTROL

Project Control

 The Contractor will carry out this project under the <u>direction and control</u> of the Department of Management and Budget- Purchasing Operations.

Reports

The Contractor shall be able to provide various reports, when requested by the State. Examples include itemized report of total items (commodities and services) purchased by all agencies or individual agencies, open invoice reports, delivery compliance reports, quantity reports, service compliance reports, etc.

1.004 COMMENCEMENT OF WORK

Contractor shall show acceptance of this agreement by signing a copy of this Contract and returning it to the contract administrator. Contractor shall not proceed with performance of the work to be done under this agreement, including the purchase of necessary materials, until both parties have signed this agreement to show acceptance of its terms.

- 1.1 Product Quality
 - 1.101 SPECIFICATIONS (Reserved)
 - 1.102 RESEARCH AND DEVELOPMENT (Reserved)
 - 1.103 QUALITY ASSURANCE PROGRAM (Reserved)
 - 1.104 RETURNS AND WARRANTY FOR PRODUCTS OR SERVICES

The warranty for all items included in this Contract shall be manufacturer's standard warranty. Warranty issues are handled through the Contractor's Customer Service Department. The Contractor will work with the manufacturer to get the customer a replacement as soon as possible. If it is a stocked item, the Contractor will ship out new product and pickup the defective product.

- 1.2 Service Capabilities
 - 1.201 CUSTOMER SERVICE/ORDERING

The Contractor's customer service and sales personnel will monitor sales activity to insure that only authorized individuals purchase items under this Contract. Anytime order quantities are considered abnormal or excessive, the Contractor will call the state agency to verify the accuracy of the order.

Orders can be placed by contacting any of the Grainger Branches listed on pages 40 and 41 of this Contract or electronically at www. Grainger.com

Any supplies and services to be furnished under this Contract shall be ordered by issuance of delivery orders or task orders by the individuals or activities designated in the Schedule.

All delivery orders or task orders are subject to the terms and conditions of this Contract. In the event of conflict between a delivery order or task order and this Contract, the Contract shall control.

If mailed, a delivery order or task order is considered "issued" when the Government deposits the order in the mail. Orders may be issued orally, by facsimile, or by electronic commerce methods.

1.202 TRAINING

The Contractor shall provide training to individual agencies, when necessary, on aspects of ordering, shipping, billing, and receiving. At the request of the Contract Administrator, the Contractor shall provide in-service training to agency personnel on products, installation, and product safety issues. The Contractor shall also provide agency training jointly with the State as needed during the period covered by this Contract at no additional charge.

1.203 REPORTING

Contractor shall provide various reports, when requested by the State. Examples include itemized report of total items (commodities and services) purchased by all agencies or individual agencies, open invoice reports, delivery compliance reports, quantity reports, service compliance reports, etc.

1.204 SPECIAL PROGRAMS

Return Policy - Contractor will accept returns for new, damaged, or merchandise with defects in workmanship or materials, for a period of one year from the original date of purchase. Credit will be issued in the same form of payment as the original transaction. Contractor reserves the right to limit or refuse acceptance of return of certain products. Returns of non-General Catalog items may be subject to a restocking charge (credited for less than full purchase price) up to 35% of the sale price.

Obsolete Inventory / Buy Back - Contractor will buy back Grainger General Catalog product pursuant to Contractor's standard warranty terms and conditions. The product MUST be in the original packaging and be in re-saleable condition.

1.205 SECURITY

The Contractor may require frequent deliveries to State of Michigan facilities. The Contractor and its subcontractors shall comply with the security access requirements of individual State facilities.

The State may decide to also perform a security background check. If so, the Contractor will be required to provide to the State a list of all delivery people that will service State of Michigan facilities, including name date of birth and social security number.

1.3 Delivery Capabilities

1.301 TIME FRAMES

All orders must be delivered within seven (7) calendar days after receipt of order. Items stocked in the Contractor's Lansing warehouse are available same day for pickup or local delivery. Contractor ships in-stock orders received by 5:00 PM local time on the day the order is received. Statewide deliveries of stock items will be shipped next business day at no additional cost.

1.302 MINIMUM ORDER

There is no minimum order for this Contract.

1.303 PACKAGING

Packaging and containers, etc., shall be in accordance with supplier's commercial practice and shall meet the requirements of Department of Transportation (D.O.T.) and rail and motor carrier freight classifications in effect at time of shipment, which will permit application of the lowest freight rate. The State reserves the right of final approval on packaging offered by the Contractor.

1.304 PALLETIZING

Shipments shall be palletized whenever possible and shall conform to the following:

- Manufacturers standard 4-way shipping pallets are acceptable.
- Maximum height: 5'6"; including pallet.
- Maximum weight: 3500 pounds; including pallet.
- Pallets are to be securely banded or shrink-wrapped.
- The cost of palletizing must be included in the unit price.

1.305 DELIVERY TERM

Prices shall be quoted "F.O.B. "Delivered" with transportation charges prepaid on all orders. Other F.O.B. terms will not be accepted. This supersedes Instruction #8 on the reverse side of the Invitation To Bid cover page.

<u>Freight Charges</u> - Should an agency order below the minimum order requirement of a Contract, or should a Contractor quote F.O.B. Shipping Point on one-time purchases, the Contractor for shipping products must use one of the following carriers. Orders being shipped from or to in the State of Michigan or the States of Illinois, Indiana, Ohio, and Wisconsin, use Alvan Motor Freight (Tel: (800) 632-4172, attention Earl Batenburg); orders being shipped from or to ALL other states, use Roadway Express, Inc. (Tel: (800) 253-3193, attention David Lewis).

United Parcel Service (UPS) must be used in instances where the weight of the shipment is less than 150 lbs., or where shipments could be separated into smaller parcels such as three (3) 50 lb. packages. Also, if the shipment weighs less than 150 lbs, but costs \$3000 or more, it must be sent by the appropriate carrier listed above.

If the Contractor fails to follow these shipping instructions, the State shall pay the carrier used and deduct the difference from the Contractor's invoice for the amount that was charged and the amount that would have been charged if the requested carrier had been used.

1.306 RESERVED FOR ACCEPTANCE OF DELIVERABLES/PARE EXPLANATION

1.4 Project Price

1.401 PRICING AND DISCOUNT STRUCTURE

Pricing and Discount Structure is per Price Sheets, which starts on page 29 of this Contract.

STATE ADMINISTRATIVE FEE

The Contractor must collect an Administrative Fee on the sales transacted under this Contract. The Contractor must remit the Administrative Fee in U.S. dollars within forty five (45) days after the end of the quarterly sales reporting period. The Administrative Fee equals 2% of the total quarterly sales reported. Contractor must include the Administrative Fee in their prices.

The Contractor must remit any monies due as a result of the close-out report at the time the close-out report is submitted to Purchasing Operations.

The Contractor must pay the Administrative Fee collected by check. To ensure the payment is credited properly, the Contractor must identify the check as an "Administrative Fee" and include the following information with the payment:

Applicable State BPO Number, report amount(s), and reporting period covered.

Contractor must forward the check to the following address:

Department of Management and Budget
Financial Services – Cashier Unit
Lewis Cass Building
320 South Walnut Street
P.O. Box 30681
Lansing, MI 48909

Please make check payable to: State of Michigan

- 1.402 QUICK PAYMENT TERMS (Reserved)
- 1.403 PRICE TERM

Prices quoted are the maximum for a period of 365 days from the date the Contract becomes effective. Discounts quoted are the minimum for a period of 365 days from the date the Contract becomes effective.

Prices and Discounts are subject to change at the end of each 365-day period. Such changes shall be based on changes in actual costs incurred. Documentation of such changes must be provided with the request for price change in order to substantiate any requested change. Purchasing Operations reserves the right to consider various pertinent information sources to evaluate price increase requests (such as the CPI and PPI, US City Average, as published by the US Department of Labor, Bureau of Labor Statistics). Purchasing Operations also reserves the right to consider other information related to special economic and/or industry circumstances, when evaluating a price change request. Changes may be either increases or decreases, and may be requested by either party. Approved changes shall be firm for the remainder of the Contract period unless further revised at the end of the next 365-day period.

Requests for price changes shall be RECEIVED IN WRITING AT LEAST TEN DAYS PRIOR TO THEIR EFFECTIVE DATE, and are subject to written acceptance before becoming effective. In the event new prices are not acceptable, the CONTRACT may be cancelled. The continued payment of any charges due after September 30th of any fiscal year will be subject to the availability of an appropriation for this purpose.

1.5 Quantity Term

Requirements – Contractor agrees to supply all that the state requires

1.6 Alternate Payment Method – (Reserved)

Article 2 – General Terms and Conditions

2.0 Introduction

2.001 GENERAL PURPOSE

The Contract is for maintenance, repair and operating (MRO) supplies for the State of Michigan. Exact quantities to be purchased are unknown, however the Contractor will be required to furnish all such materials and services as may be ordered during the CONTRACT period. Quantities specified if any, are estimates based on prior purchases, and the State is not obligated to purchase in these or any other quantities. Orders for delivery will be issued directly to the Contractor by various State Agencies on the Purchase Order Contract Release Form.

2.002 ISSUING OFFICE AND CONTRACT ADMINISTRATOR

The Contract is issued by Purchasing Operations, State of Michigan, Department of Management and Budget, hereinafter known as Purchasing Operations, for the various state agencies. Where actions are a combination of those of Purchasing Operations and the State agencies, the authority will be known as the State.

Purchasing Operations is the sole point of contact in the State with regard to all procurement and Contractual matters relating to the commodities and/or services described herein. Purchasing Operations is the only office authorized to negotiate, change, modify, amend, alter, clarify, etc., the specifications, terms, and conditions of the Contract. Purchasing Operations will remain the SOLE POINT OF CONTACT throughout the procurement process.

Contractor proceeds at its own risk if it takes negotiation, changes, modification, alterations, amendments, clarification, etc., of the specifications, terms, or conditions of the Contract from any individual or office other than Purchasing Operations and the listed Contract administrator

All communications covering this procurement must be addressed to the Contract Administrator listed below:

Department of Management and Budget
Purchasing Operations
Attn: Laura Gyorkos
2nd Floor, Mason Building
P.O. Box 30026
Lansing, Michigan 48909
(517) (373-1455)
gyorkosl@michigan.gov)

2.003 NOTICE

Any notice given to a party under this Contract must be written and shall be deemed effective, if addressed to such party as addressed below upon (i) delivery, if hand delivered; (ii) receipt of a confirmed transmission by facsimile if a copy of the notice is sent by another means specified in this section; (iii) the third (3rd) Business Day after being sent by U.S. mail, postage pre-paid, return receipt requested; or (iv) the next Business Day after being sent by a nationally recognized overnight express courier with a reliable tracking system.

2.004 CONTRACT TERM

The term of this Contract will be for three (3) years and will commence with the issuance of a Contract. This will be approximately July 10, 2007 through July 9, 2010.

Option. The State reserves the right to exercise two one-year options, at the sole option of the State. Contractor performance, quality of products, price, cost savings, and the Contractor's

ability to deliver on time are some of the criteria that will be used as a basis for any decision by Purchasing Operations to exercise an option year.

Extension. At the sole option of the State, the Contract may also be extended. Contractor performance, quality of products, price, cost savings, and the Contractor's ability to deliver on time are some of the criteria that will be used as a basis for any decision by Purchasing Operations to exercise an option year.

Written notice will be provided to the Contractor within 30 days, provided that the State gives the Contractor a preliminary written notice of its intent to extend at least 60 days before the Contract expires. The preliminary notice does not commit the Government to an extension. If the Government exercises this option, the extended Contract shall be considered to include this option clause.

2.005 GOVERNING LAW

The Contract shall in all respects be governed by, and construed in accordance with, the laws of the State of Michigan. By signing this agreement, Contractor consents to personal jurisdiction in the state of Michigan. Any dispute arising herein shall be resolved in the State of Michigan.

2.006 APPLICABLE STATUTES

The following statutes, rules, and laws are applicable to the performance of this Contract; some statutes are reflected in the clauses of this Contract. This list is NOT exhaustive.

MI Uniform Commercial Code (MIUCC) MCL 440. (All sections unless otherwise altered by agreement)

MI OSHA MCL §§ 408.1001 - 408.1094

Freedom of Information Act (FIOA) MCL §§ 15.231, et seq.

Natural Resources and Environmental Protection Act MCL §§ 324.101, et seq.

MI Consumer Protection Act MCL §§ 445.901 – 445.922

Laws relating to wages, payments of wages, and fringe benefits on state projects MCL §§ 408.551 – 408.558, 408.471 – 408.490, 1965 PA 390.

Department of Civil Service Rules and regulations

Elliot Larsen Civil Rights Act MCL §§ 37.2201, et seq.

Persons with disabilities Civil Rights Act MCL §§ 37.1101, et seq.

MCL §§ 423.321, et seq.

MCL § 18.1264 (law regarding debarment)

Davis-Bacon Act (DBA) 40 USCU §§ 276(a), et seq.

Contract Work Hours and Safety Standards Act (CWHSAA) 40 USCS § 327, et seq.

Business Opportunity Act for Persons with Disabilities MCL §§ 450.791 – 450.795

Rules and regulations of the Environmental Protection Agency

Internal Revenue Code

Rules and regulations of the Equal Employment Opportunity Commission (EEOC)

The Civil Rights Act of 1964, USCS Chapter 42

Title VII, 42 USCS §§ 2000e et seq.

The Americans with Disabilities Act (ADA), 42 USCS §§ 12101 et seq.

The Age Discrimination in Employment Act of 1967 (ADEA), 29 USCS §§ 621, 623 et seg.

The Old Workers Benefit and Protection Act of 1990 (OWBPA), 29 USCS §§ 626, et seq.

The Family Medical Leave Act of 1993 (FMLA), 29 USC §§ 651 et seq.

The Fair Labor Standards Act (FLSA), 29 USC §§ 201 et seq.

Pollution Prevention Act of 1990 (PPA) 42 U.S.C. §13106

Sherman Act, 15 U.S.C.S. § 1 et seq.

Robinson-Patman Act, 15 U.S.C.S. § 13 et. seq.

Clayton Act, 15 U.S.C.S. § 14 et seq.

2.007 RELATIONSHIP OF THE PARTIES

The relationship between the State and the Contractor is that of client and independent Contractor. No agent, employee, or servant of the Contractor or any of its subcontractors shall be or shall be

deemed to be an employee, agent, or servant of the State for any reason. The Contractor will be solely and entirely responsible for its acts and the acts of its agents, employees, servants and subcontractors during the performance of this Contract.

2.008 HEADINGS

Captions and headings used in this Contract are for information and organization purposes. Captions and headings, including inaccurate references, do not, in any way, define or limit the requirements or terms and conditions of this Contract.

2.009 MERGER

This document constitutes the complete, final, and exclusive agreement between the parties. All other prior writings and negotiations are ineffective.

2.010 SEVERABILITY

Each provision of this Contract shall be deemed to be severable from all other provisions of the Contract and, if one or more of the provisions of this Contract shall be declared invalid, the remaining provisions of this Contract shall remain in full force and effect.

2.011 SURVIVORSHIP

Any provisions of this Contract that impose continuing obligations on the parties including, but not limited to the Contractor's indemnity and other obligations shall survive the expiration or cancellation of the Contract for any reason.

2.012 NO WAIVER OF DEFAULT

The failure of a party to insist upon strict adherence to any term of this Contract shall not be considered a waiver or deprive the party of the right thereafter to insist upon strict adherence to that term or any other term of this Contract.

2.013 PURCHASE ORDERS

Purchasing Operations has given the State Departments approval to make payments for commodities and services purchased from this Contract through Direct Voucher. For this reason, the Contractor may be asked to reference the Blanket Purchase Order/Contract number rather than a Purchase Order Number when invoicing for payment.

2.1 Vendor/Contractor Obligations

2.101 ACCOUNTING RECORDS

The Contractor and all subcontractors shall maintain all pertinent financial and accounting records and evidence pertaining to this Contract in accordance with generally accepted principles of accounting and other procedures specified by the State of Michigan. Financial and accounting records shall be made available, upon request, to the State of Michigan, its designees, or the Michigan Auditor General at any time during the Contract period and any extension thereof, and for three years from expiration date and final payment on the Contract or extension thereof.

2.102 NOTIFICATION OF OWNERSHIP

The Contractor shall make the following notifications in writing:

1. When the Contractor becomes aware that a change in its ownership or officers has occurred, or is certain to occur, that could result in changes in the valuation of its capitalized assets in the accounting records, the Contractor shall notify Purchasing Operations within 30 days.

2. The Contractor shall also notify the Purchasing Operations within 30 days whenever changes to asset valuations or any other cost changes have occurred or are certain to occur as a result of a change in ownership or officers.

The Contractor shall:

- 1. Maintain current, accurate, and complete inventory records of assets and their costs;
- 2. Provide Purchasing Operations or designated representative ready access to the records upon request;
- 3. Ensure that all individual and grouped assets, their capitalized values, accumulated depreciation or amortization, and remaining useful lives are identified accurately before and after each of the Contractor's ownership or officer changes; and
- 4. Retain and continue to maintain depreciation and amortization schedules based on the asset records maintained before each Contractor ownership or officer change.

2.103 SOFTWARE COMPLIANCE

The Contractor warrants that all software for which the contractor either sells or licenses to the State of Michigan and used by the State prior to, during or after the calendar year 2000, includes or shall include, at no added cost to the State, design and performance so the State shall not experience software abnormality and/or the generation of incorrect results from the software, due to date oriented processing, in the operation of the business of the State of Michigan.

The software design, to insure year 2000 compatibility, shall include, but is not limited to: data structures (databases, data files, etc.) that provide 4-digit date century; stored data that contain date century recognition, including, but not limited to, data stored in databases and hardware device internal system dates; calculations and program logic (e.g., sort algorithms, calendar generation, event recognition, and all processing actions that use or produce date values) that accommodates same century and multi-century formulas and date values; interfaces that supply data to and receive data from other systems or organizations that prevent non-compliant dates and data from entering any State system; user interfaces (i.e., screens, reports, etc.) that accurately show 4 digit years; and assurance that the year 2000 shall be correctly treated as a leap year within all calculation and calendar logic.

- 2.104 RESERVED
- 2.105 PERFORMANCE AND RELIABILTIY EVALUATION (PARE) (Reserved)
- 2.106 PREVAILING WAGE (Reserved)
- 2.107 PAYROLL AND BASIC RECORDS (Reserved)
- 2.108 COMPETITION IN SUB-CONTRACTING

The Contractor shall select subcontractors (including suppliers) on a competitive basis to the maximum practical extent consistent with the objectives and requirements of this Contract.

2.109 CALL CENTER DISCLOSURE

Contractor and/or all subcontractors involved in the performance of this Contract providing call or contact center services to the State of Michigan must disclose the location of its call or contact center services to inbound callers. Failure to disclose this information shall be a material breach of this agreement.

2.2 Contract Performance

2.201 TIME IS OF THE ESSENCE

Contractor is on notice that time is of the essence in the performance of this Contract. Late performance will be considered a material breach of this Contract, giving the State a right to invoke all remedies available to it under this Contract.

- 2.202 CONTRACT PAYMENT SCHEDULE (Reserved)
- 2.203 POSSIBLE PROGRESS PAYMENTS (Reserved)
- 2.204 POSSIBLE PERFORMANCE-BASED PAYMENTS (Reserved)
- 2.205 ELECTRONIC PAYMENT AVAILABILITY

Contractor is required register with the State of Michigan Office of Financial Management so the State can make payments related to this Contract electronically at www.cpexpress.state.mi.us.

- 2.206 PERFORMANCE OF WORK BY CONTRACTOR (Reserved)
- 2.3 Contract Rights and Obligations 2.301 INCURRING COSTS

The State of Michigan is not liable for any cost incurred by the Contractor prior to signing of the Contract. The State fiscal year is October 1st through September 30th. The Contractor(s) should realize that payments in any given fiscal year are contingent upon enactment of legislative appropriations. Total liability of the State is limited to terms and conditions of this Contract.

2.302 CONTRACTOR RESPONSIBILITIES

The Contractor will be required to assume responsibility for all Contractual activities, whether or not that Contractor performs them. Further, the State will consider the Contractor to be the sole point of contact with regard to Contractual matters, including payment of any and all charges resulting from this Contract. If any part of the work is to be subcontracted, the Contract must include a list of subcontractors, including firm name and address, contact person and a complete description of work to be subcontracted. The State reserves the right to approve subcontractors and to require the Contractor to replace subcontractors found to be unacceptable. The Contractor is totally responsible for adherence by the subcontractor to all provisions of the Contract. Any change in subcontractors must be approved by the State, in writing, prior to such change.

2.303 ASSIGNMENT AND DELEGATION

The Contractor shall not have the right to assign this Contract, to assign its rights under this Contract, or delegate any of its duties or obligations under the Contract to any other party (whether by operation of law or otherwise), without the prior written consent of the State. Any purported assignment in violation of this Section shall be null and void. Further, the Contractor may not assign the right to receive money due under the Contract without the prior written consent of the Director of Purchasing Operations.

The Contractor shall not delegate any duties or obligations under the Contract to a subcontractor other than a subcontractor named and approved in the bid unless the Director of Purchasing Operations has given written consent to the delegation.

Contractor must obtain the approval of the Director of Purchasing Operations before using a place of performance that is different from the address that Contractor provided in the bid.

2.304 TAXES

<u>Sales Tax</u>: For purchases made directly by the State of Michigan, the State is exempt from State and Local Sales Tax. Prices shall not include such taxes. Exemption Certificates for State Sales Tax will be furnished upon request.

<u>Federal Excise Tax</u>: The State of Michigan may be exempt for Federal Excise Tax, or such taxes may be reimbursable, if articles purchased under this Contract are used for the State's exclusive use. Certificates exclusive use for the purposes of substantiating a tax-free, or tax-reimbursable sale will be sent to the Contractor upon request. If a sale is tax exempt or tax reimbursable under the Internal Revenue Code, prices shall not include the Federal Excise Tax.

The State's Tax Exempt Certification is available for Contractor viewing upon request to the Contract Administrator.

2.305 INDEMNIFICATION

General Indemnification

To the fullest extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State, its departments, divisions, agencies, sections, commissions, officers, employees and agents, from and against all losses, liabilities, penalties, fines, damages and claims (including taxes), and all related costs and expenses (including reasonable attorneys' fees and disbursements and costs of investigation, litigation, settlement, judgments, interest and penalties), arising from or in connection with any of the following:

- 1. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from (1) the product provided or (2) performance of the work, duties, responsibilities, actions or omissions of the Contractor or any of its subcontractors under this Contract.
- 2. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from a breach by the Contractor of any representation or warranty made by the Contractor in the Contract;
- 3. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or related to occurrences that the Contractor is required to insure against as provided for in this Contract;
- 4. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from the death or bodily injury of any person, or the damage, loss or destruction of any real or tangible personal property, in connection with the performance of services by the Contractor, by any of its subcontractors, by anyone directly or indirectly employed by any of them, or by anyone for whose acts any of them may be liable; provided, however, that this indemnification obligation shall not apply to the extent, if any, that such death, bodily injury or property damage is caused solely by the negligence or reckless or intentional wrongful conduct of the State;
- 5. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents which results from an act or omission of the Contractor or any of its subcontractors in its or their capacity as an employer of a person.

Patent/Copyright Infringement Indemnification

To the fullest extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State, its employees and agents from and against all losses, liabilities, damages (including taxes), and all related costs and expenses (including reasonable attorneys' fees and disbursements and costs of investigation, litigation, settlement, judgments, interest and penalties) incurred in connection with any action or proceeding threatened or brought against the State to the extent that such action or proceeding is based on a claim that any piece of

321 contractors,

equipment, software, commodity or service supplied by the Contractor or its subcontractors, or the operation of such equipment, software, commodity or service, or the use or reproduction of any documentation provided with such equipment, software, commodity or service infringes any United States or foreign patent, copyright, trade secret or other proprietary right of any person or entity, which right is enforceable under the laws of the United States. In addition, should the equipment, software, commodity, or service, or the operation thereof, become or in the Contractor's opinion be likely to become the subject of a claim of infringement, the Contractor shall at the Contractor's sole expense (i) procure for the State the right to continue using the equipment, software, commodity or service or, if such option is not reasonably available to the Contractor, (ii) replace or modify the same with equipment, software, commodity or service of equivalent function and performance so that it becomes non-infringing, or, if such option is not reasonably available to Contractor, (iii) accept its return by the State with appropriate credits to the State against the Contractor's charges and reimburse the State for any losses or costs incurred as a consequence of the State ceasing its use and returning it.

Code Indemnification

To the extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State from any claim, loss, or expense arising from Contractor's breach of the No Surreptitious Code Warranty.

Indemnification Obligation Not Limited

In any and all claims against the State of Michigan, or any of its agents or employees, by any employee of the Contractor or any of its subcontractors, the indemnification obligation under the Contract shall not be limited in any way by the amount or type of damages, compensation or benefits payable by or for the Contractor or any of its subcontractors under worker's disability compensation acts, disability benefits acts, or other employee benefits acts. This indemnification clause is intended to be comprehensive. Any overlap in sub clauses, or the fact that greater specificity is provided as to some categories of risk, is not intended to limit the scope of indemnification under any other sub clause.

Continuation of Indemnification Obligation

The duty to indemnify will continue in full force and affect not withstanding the expiration or early termination of the Contract with respect to any claims based on facts or conditions, which occurred prior to termination.

Indemnification Procedures

The procedures set forth below shall apply to all indemnity obligations under this Contract.

- (a) After receipt by the State of notice of the action or proceeding involving a claim in respect of which it will seek indemnification, the State shall promptly notify Contractor of such claim in writing and take or assist Contractor in taking, as the case may be, any reasonable action to avoid the imposition of a default judgment against Contractor. No failure to so notify Contractor shall relieve Contractor of its indemnification obligations except to the extent that Contractor can demonstrate damages attributable to such failure. Within ten (10) days following receipt of written notice from the State relating to any claim, Contractor shall notify the State in writing whether Contractor agrees to assume control of the defense and settlement of that claim (a "Notice of Election"). After notifying Contractor of a claim and prior to the State receiving Contractor's Notice of Election, the State shall be entitled to defend against the claim, at Contractor's expense, and Contractor will be responsible for any reasonable costs incurred by the State in defending against the claim during such period.
- (b) If Contractor delivers a Notice of Election relating to any claim: (i) the State shall be entitled to participate in the defense of such claim and to employ counsel at its own expense to assist in the handling of such claim and to monitor and advise the State



about the status and progress of the Defense; (ii) Contractor shall, at the request of the State, demonstrate to the reasonable satisfaction of the State, Contractor's financial ability to carry out its defense and indemnity obligations under this Contract; (iii) Contractor shall periodically advise the State about the status and progress of the defense and shall obtain the prior written approval of the State before entering into any settlement of such claim or ceasing to defend against such claim and (iv) to the extent that any principles of Michigan governmental or public law may be involved or challenged, the State shall have the right, at its own expense, to control the defense of that portion of such claim involving the principles of Michigan governmental or public law. Notwithstanding the foregoing, the State may retain control of the defense and settlement of a claim by written notice to Contractor given within ten (10) days after the State's receipt of Contractor's information requested by the State pursuant to clause (ii) of this paragraph if the State determines that Contractor has failed to demonstrate to the reasonable satisfaction of the State Contractor's financial ability to carry out its defense and indemnity obligations under this Section. Any litigation activity on behalf of the State of Michigan, or any of its subdivisions pursuant to this Section, must be coordinated with the Department of Attorney General. In the event the insurer's attorney represents the State pursuant to this Section, the insurer's attorney may be required to be designated as a Special Assistant Attorney General by the Attorney General of the State of Michigan.

(c) If Contractor does not deliver a Notice of Election relating to any claim of which it is notified by the State as provided above, the State shall have the right to defend the claim in such manner as it may deem appropriate, at the cost and expense of Contractor. If it is determined that the claim was one against which Contractor was required to indemnify the State, upon request of the State, Contractor shall promptly reimburse the State for all such reasonable costs and expenses.

2.306 LIMITATION OF LIABILITY

Except as set forth herein, neither the Contractor nor the State shall be liable to the other party for indirect or consequential damages, even if such party has been advised of the possibility of such damages. Such limitation as to indirect or consequential damages shall not apply to claims for infringement of United States patent, copyright, trademarks or trade secrets; to claims for personal injury or damage to property caused by the gross negligence or willful misconduct of the Contractor; to claims covered by other specific provisions of this Contract calling for liquidated damages; to Contractor's indemnification obligations (2.305); or to court costs or attorney's fees awarded by a court in addition to damages after litigation based on this Contract.

2.307 CONTRACT DISTRIBUTION

Purchasing Operations shall retain the sole right of Contract distribution to all State agencies and local units of government unless other arrangements are authorized by Purchasing Operations.

2.308 FORM, FUNCTION, AND UTILITY

If the Contract is for use of more than one State agency and if the good or service provided under this Contract do not the meet the form, function, and utility required by a State agency, that agency may, subject to State purchasing policies, procure the good or service from another source.

2.309 ASSIGNMENT OF ANTITRUST CAUSE OF ACTION

For and in consideration of the opportunity to submit a quotation and other good and valuable consideration, the Contractor hereby assigns, sells and transfers to the State of Michigan all rights, title and interest in and to all causes of action it may have under the antitrust laws of the United States or this State for price fixing, which causes of action have accrued prior to the date of payment and which relate solely to the particular goods, commodities, or services purchased or procured by this State pursuant to this transaction.

2.310 PURCHASING FROM OTHER STATE AGENCIES (Reserved)

2.311 TRANSITION ASSISTANCE

If this Contract is not renewed at the end of this term, or is canceled prior to its expiration, for any reason, the Contractor must provide for up to 6 months after the expiration or cancellation of this Contract, all reasonable transition assistance requested by the State, to allow for the expired or canceled portion of the Services to continue without interruption or adverse effect, and to facilitate the orderly transfer of such services to the State or its designees. Such transition assistance will be deemed by the parties to be governed by the terms and conditions of this Contract, (notwithstanding this expiration or cancellation) except for those Contract terms or conditions that do not reasonably apply to such transition assistance. The State shall pay the Contractor for any resources utilized in performing such transition assistance at the most current rates provided by the Contract for Contract performance.

2.312 LIABILITY INSURANCE

A. Insurance

The Contractor is required to provide proof of the minimum levels of insurance coverage as indicated below. The purpose of this coverage shall be to protect the State from claims which may arise out of or result from the Contractor's performance of services under the terms of this Contract, whether such services are performed by the Contractor, or by any subcontractor, or by anyone directly or indirectly employed by any of them, or by anyone for whose acts they may be liable.

The Contractor waives all rights against the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents for recovery of damages to the extent these damages are covered by the insurance policies the Contractor is required to maintain pursuant to this Contract.

All insurance coverage provided relative to this Contract/Purchase Order is PRIMARY and NON-CONTRIBUTING to any comparable liability insurance (including self-insurances) carried by the State.

The insurance shall be written for not less than any minimum coverage specified in this Contract or required by law, whichever is greater.

The insurers selected by Contractor shall have an A.M. Best rating of A or better, or as otherwise approved in writing by the State, or if such ratings are no longer available, with a comparable rating from a recognized insurance rating agency. Companies that have been approved to do business in the State shall issue all policies of insurance required in this Contract.

See www.michigan.gov/cis

Where specific limits are shown, they are the minimum acceptable limits. If Contractor's policy contains higher limits, the State shall be entitled to coverage to the extent of such higher limits.

Before both parties sign the Contract or before the purchase order is issued by the State, the Contractor must furnish to the Director of Purchasing Operations, certificate(s) of insurance verifying insurance coverage ("Certificates"). The Certificate must be on the standard "accord" form or equivalent. THE CONTRACT NO. MUST BE SHOWN ON THE CERTIFICATE OF INSURANCE TO ASSURE CORRECT FILING. All Certificate(s) are to be prepared and submitted by the Insurance Provider. All Certificate(s) shall contain a provision indicating that coverage afforded under the policies WILL NOT BE CANCELLED, MATERIALLY CHANGED, OR NOT RENEWED without THIRTY (30) days prior written notice, except for ten (10) days for non-payment of premium, having been given to the Director of Purchasing Operations, Department of Management and Budget. The notice must include the Contract or Purchase

Order number affected and be mailed to: Director, Purchasing Operations, Department of Management and Budget, P.O. Box 30026, Lansing, Michigan 48909. Failure to provide evidence of coverage, may, at the State's sole option, result in this Contract's termination.

The Contractor is required to pay for and provide the type and amount of insurance checked below:

1. Commercial General Liability with the following minimum coverage:

\$2,000,000	General Aggregate Limit other than Products/Completed Operations
\$2,000,000	Products/Completed Operations Aggregate Limit
\$1,000,000	Personal & Advertising Injury Limit
\$1,000,000	Each Occurrence Limit
\$500,000	Fire Damage Limit (any one fire)

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents as ADDITIONAL INSUREDS on the Commercial General Liability certificate. The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company.

2. If a motor vehicle is used to provide services or products under this Contract, the Contractor must have vehicle liability insurance on any auto including owned, hired and non-owned vehicles used in Contractor's business for bodily injury and property damage as required by law.

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents as ADDITIONAL INSUREDS on the vehicle liability certificate. The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company.

3. Workers' compensation coverage must be provided in accordance with applicable laws governing the employees and employers work activities in the state of the Contractor's domicile. If a self-insurer provides the applicable coverage, proof must be provided of approved self-insured authority by the jurisdiction of domicile. For employees working outside of the state of qualification, Contractor must provide appropriate certificates of insurance proving mandated coverage levels for the jurisdictions where the employees' activities occur.

Any certificates of insurance received must also provide a list of states where the coverage is applicable.

The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company. This provision shall not be applicable where prohibited or limited by the laws of the jurisdiction in which the work is to be performed.

4. Employers liability insurance with the following minimum limits:

\$100,000	each accident
\$100,000	each employee by disease
\$500,000	aggregate disease

5. Employee Fidelity, including Computer Crimes, insurance naming the State as a loss payee, providing coverage for direct loss to the State and any legal liability of the State arising out of or related to fraudulent or dishonest acts committed by the employees of Contractor or its Subcontractors, acting alone or in collusion with others, in a minimum amount of one million dollars (\$1,000,000.00) with a maximum deductible of fifty thousand dollars (\$50,000.00).



- 6. Umbrella or Excess Liability Insurance in a minimum amount of ten million dollars (\$10,000,000.00), which shall apply, at a minimum, to the insurance required in Subsection 1 (Commercial General Liability) above.
- 7. Professional Liability (Errors and Omissions) Insurance with the following minimum coverage: three million dollars (\$3,000,000.00) each occurrence and three million dollars (\$3,000,000.00) annual aggregate.
- 8. Fire and Personal Property Insurance covering against any loss or damage to the office space used by Contractor for any reason under this Contract, and the equipment, software and other contents of such office space, including without limitation, those contents used by Contractor to provide the Services to the State, up to the replacement value thereof, where such office space and its contents are under the care, custody and control of Contractor. Such policy shall cover all risks of direct physical loss or damage, including without limitation, flood and earthquake coverage and coverage for computer hardware and software. The State shall be endorsed on the policy as a loss payee as its interests appear.

B. Subcontractors

Except where the State has approved in writing a Contractor subcontract with other insurance provisions, Contractor shall require all of its Subcontractors under this Contract to purchase and maintain the insurance coverage as described in this Section for the Contractor in connection with the performance of work by those Subcontractors. Alternatively, Contractor may include any Subcontractors under Contractor's insurance on the coverage required in this Section. Subcontractor(s) shall fully comply with the insurance coverage required in this Section. Failure of Subcontractor(s) to comply with insurance requirements does not limit Contractor's liability or responsibility.

C. Certificates of Insurance and Other Requirements

Contractor shall furnish to the Office of Purchasing Operations certificate(s) of insurance verifying insurance coverage or providing satisfactory evidence of self-insurance as required in this Section (the "Certificates"). Before the Contract is signed, and not less than 20 days before the insurance expiration date every year thereafter, the Contractor shall provide evidence that the State and its agents, officers and employees are listed as additional insureds, but only to the extent of liabilities assumed by Contractor as set forth in Indemnification Section of this Contract, under each commercial general liability and commercial automobile liability policy. In the event the State approves the representation of the State by the insurer's attorney, the attorney may be required to be designated as a Special Assistant Attorney General by the Attorney General of the State of Michigan.

Contractor shall maintain all required insurance coverage throughout the term of the Contract and any extensions thereto and, in the case of claims-made Commercial General Liability policies, shall secure tail coverage for at least three (3) years following the expiration or termination for any reason of this Contract. The minimum limits of coverage specified above are not intended, and shall not be construed, to limit any liability or indemnity of Contractor under this Contract to any indemnified party or other persons. Contractor shall be responsible for all deductibles with regard to such insurance. If Contractor fails to pay any premium for required insurance as specified in this Contract, or if any insurer cancels or significantly reduces any required insurance as specified in this Contract without the State's written consent, at the State's election (but without any obligation to do so) after the State has given Contractor at least thirty (30) days written notice, the State may pay such premium or procure similar insurance coverage from another company or companies; and at the State's election, the State may deduct the entire cost (or part thereof) from any payment due Contractor, or Contractor shall pay the entire cost (or any part thereof) upon demand by the State.

2.313 RESERVED

2.314 WEBSITE INCORPORATION

State expressly states that it will not be bound by any content on the Contractor's website, even if the Contractor's documentation specifically referenced that content and attempts to incorporate it into any other communication, unless the State has actual knowledge of such content and has expressly agreed to be bound by it in a writing that has been manually signed by an authorized representation of the State.

2.4 Contract Review and Evaluation

2.401 CONTRACT COMPLIANCE INSPECTOR (Reserved)

2.402 PERFORMANCE REVIEWS

Purchasing Operations in conjunction with various using agencies may review with the Contractor their performance under the Contract. Performance reviews shall be conducted quarterly, semi-annually or annually depending on Contractor's past performance with the State. Performance reviews shall include, but not limited to, quality of products/services being delivered and provided, timeliness of delivery, percentage of completion of orders, the amount of back orders, status of such orders, accuracy of billings, customer service, completion and submission of required paperwork, the number of substitutions and the reasons for substitutions, and other requirements of the Contract.

Upon a finding of poor performance, which has been documented by Purchasing Operations, the Contractor shall be given an opportunity to respond and take corrective action. If corrective action is not taken in a reasonable amount of time as determined by Purchasing Operations, the Contract may be canceled for default. Delivery by the Contractor of unsafe and/or adulterated or off-condition products to any State agency is considered a material breach of Contract subject to the cancellation provisions contained herein.

2.403 AUDIT OF CONTRACT COMPLIANCE/ RECORDS AND INSPECTIONS

The Contractor agrees that the State may, upon 24-hour notice, perform an audit at Contractor's location(s) to determine if the Contractor is complying with the requirements of the Contract. The Contractor agrees to cooperate with the State during the audit and produce all records and documentation that verifies compliance with the Contract requirements.

2.5 Quality and Warranties

2.501 PROHIBITED PRODUCTS

The State will not accept salvage, distressed, outdated or discontinued merchandise. Shipping of such merchandise to any State agency, as a result of an order placed against the Contract, shall be considered default by the Contractor of the terms and conditions of the Contract and may result in cancellation of the Contract by the State. The brand and product number offered for all items shall remain consistent for the term of the Contract, unless Purchasing Operations has approved a change.

2.502 QUALITY ASSURANCE

The State reserves the right to periodically test products, which have been received to verify compliance with specifications. If laboratory analysis shows that the product does not meet specifications or fails to perform satisfactorily at any time, the Contractor shall be responsible for:

- 1. All costs of testing and laboratory analysis.
- 2. Disposal and/or replacement of all products which fail to meet specifications.
- 3. All costs of repair and/or replacement of equipment deemed to have been damaged by substandard products as determined by the State.

2.503 INSPECTION

All goods are subject to inspection and testing. In the event goods are defective in material or workmanship, or otherwise fail to meet the requirements of the Contract, the State shall have the right to reject the goods or retain the goods and correct the defects. The Contractor shall pay the State for expenses incurred in correcting defects. Rejected goods will be held for 45 days after delivery. The Contractor must arrange for the return of said goods, including paying for handling, packing, and transportation costs. The State has the authority to dispose of the goods without further liability to the State in the event the Contractor fails to make arrangements within the specified time period.

2.504 GENERAL WARRANTIES (goods)

Warranty of Merchantability – Goods provided by Contractor under this agreement shall be merchantable. All goods provided under this Contract shall be of good quality within the description given by the State, shall be fit for their ordinary purpose, shall be adequately contained and packaged within the description given by the State, shall conform to the agreed upon specifications, and shall conform to the affirmations of fact made by the Contractor or on the container or label.

Warranty of fitness for a particular purpose – When Contractor has reason to know or knows any particular purpose for which the goods are required, and the State is relying on the Contractor's skill or judgment to select or furnish suitable goods, there is a warranty that the goods are fit for such purpose.

Warranty of title – Contractor shall, in providing goods to the State, convey good title in those goods, whose transfer is right and lawful. All goods provided by Contractor shall be delivered free from any security interest, lien, or encumbrance of which the State, at the time of Contracting, has no knowledge. Goods provided by Contractor, under this agreement, shall be delivered free of any rightful claim of any third person by of infringement or the like.

2.505 CONTRACTOR WARRANTIES

The Contract will contain customary representations and warranties by the Contractor, including, without limitation, the following:

- 1. The Contractor will perform all services in accordance with high professional standards in the industry;
- 2. The Contractor will use adequate numbers of qualified individuals with suitable training, education, experience and skill to perform the services:
- 3. The Contractor will use its best efforts to use efficiently any resources or services necessary to provide the services that are separately chargeable to the State;
- 4. The Contractor will use its best efforts to perform the services in the most cost effective manner consistent with the required level of quality and performance;
- 5. The Contractor will perform the services in a manner that does not infringe the proprietary rights of any third party;
- 6. The Contractor will perform the services in a manner that complies with all applicable laws and regulations;
- 7. The Contractor has duly authorized the execution, delivery and performance of the Contract;
- 8. The Contractor is capable in all respects of fulfilling and shall fulfill all of its obligations under this Contract.



- 9. The Contract appendices, attachments, and exhibits identify all equipment and software services necessary for the deliverable(s) to perform and operate in compliance with the Contract's requirements.
- 10. The Contractor is the lawful owner or licensee of any Deliverable licensed or sold to the state by Contractor or developed by Contractor under this Contract, and Contractor has all of the rights necessary to convey to the state the ownership rights or license use, as applicable, of any and all Deliverables.
- 11. If, under this Contract, Contractor procures any equipment, software or other Deliverable for the State (including equipment, software and other Deliverables manufactured, re-marketed or otherwise sold by Contractor under Contractor's name), then in addition to Contractor's other responsibilities with respect to such items as set forth in this Contract, Contractor shall assign or otherwise transfer to the State or its designees, or afford the State the benefits of, any manufacturer's warranty for the Deliverable.
- 12. The Contract signatory has the power and authority, including any necessary corporate authorizations, necessary to enter this Contract, on behalf of Contractor.
- 13. The Contractor is qualified and registered to transact business in all locations where required.
- 14. Neither the Contractor nor any Affiliates, nor any employee of either, has, shall have, or shall acquire, any Contractual, financial, business, or other interest, direct or indirect, that would conflict in any manner or degree with Contractor's performance of its duties and responsibilities to the State under this Contract or otherwise create an appearance of impropriety with respect to the award or performance of this Agreement. Contractor shall notify the State within two (2) days of any such interest that may be incompatible with the interests of the State.
- 15. All financial statements, reports, and other information furnished by Contractor to the State as part of its response to the ITB or otherwise in connection with the award of this Contract fairly and accurately represent the business, properties, financial condition, and results of operations of Contractor as of the respective dates, or for the respective periods, covered by such financial statements, reports, other information. Since the respective dates or periods covered by such financial statements, reports, or other information, there have been no material adverse changes in the business, properties, financial condition, or results of operations of Contractor. All written information furnished to the State by or behalf of Contractor in connection with this Contract, including its bid, it true, accurate, and complete, and contains no untrue statement of material fact or omits any material fact necessary to make such information not misleading.

2.506 STAFF (Reserved)

2.507 RESERVED

2.508 EQUIPMENT WARRANTY (Reserved)

2.509 RESERVED

2.6 Breach of Contract

2.601 BREACH DEFINED

Failure to comply with articles, sections, or subsections of this agreement, or making any false statement in this agreement will be considered a material breach of this agreement giving the state authority to invoke any and all remedies available to it under this agreement.

In addition to any remedies available in law and by the terms of this Contract, if the Contractor breaches Sections 2.508, 2.509, or 2.510, such a breach may be considered as a default in the performance of a material obligation of this Contract.

2.602 NOTICE AND THE RIGHT TO CURE

In the event of a curable breach by the Contractor, the State shall provide the Contractor written notice of the breach and a time period to cure said breach described in the notice. This section requiring notice and an opportunity to cure shall not be applicable in the event of successive or repeated breaches of the same nature or if the State determines in its sole discretion that the breach poses a serious and imminent threat to the health or safety of any person or the imminent loss, damage or destruction of any real or tangible personal property.

2.603 EXCUSABLE FAILURE

- Neither party shall be liable for any default or delay in the performance of its obligations under 1. the Contract if and to the extent such default or delay is caused, directly or indirectly, by: fire, flood, earthquake, elements of nature or acts of God; riots, civil disorders, rebellions or revolutions in any country; the failure of the other party to perform its material responsibilities under the Contract (either itself or through another Contractor); injunctions (provided the injunction was not issued as a result of any fault or negligence of the party seeking to have its default or delay excused); or any other cause beyond the reasonable control of such party; provided the non-performing party and its subContractors are without fault in causing such default or delay, and such default or delay could not have been prevented by reasonable precautions and cannot reasonably be circumvented by the non-performing party through the use of alternate sources, workaround plans or other means, including disaster recovery plans. In such event, the non-performing party will be excused from any further performance or observance of the obligation(s) so affected for as long as such circumstances prevail and such party continues to use its best efforts to recommence performance or observance whenever and to whatever extent possible without delay provided such party promptly notifies the other party in writing of the inception of the excusable failure occurrence, and also of its abatement or cessation.
- 2. If any of the above enumerated circumstances substantially prevent, hinder, or delay performance of the services necessary for the performance of the State's functions for more than 14 consecutive days, and the State determines that performance is not likely to be resumed within a period of time that is satisfactory to the State in its reasonable discretion, then at the State's option: (a) the State may procure the affected services from an alternate source, and the State shall not be liable for payments for the unperformed services under the Contract for so long as the delay in performance shall continue; (b) the State may cancel any portions of the Contract so affected and the charges payable hereunder shall be equitably adjusted to reflect those services canceled; or (c) the Contract will be canceled without liability of the State to the Contractor as of the date specified by the State in a written notice of cancellation to the Contractor. The Contractor will not have the right to any additional payments from the State as a result of any excusable failure occurrence or to payments for services not rendered as a result of the excusable failure condition. Defaults or delays in performance by the Contractor which are caused by acts or omissions of its subcontractors will not relieve the Contractor of its obligations under the Contract except to the extent that a subcontractor is itself subject to any excusable failure condition described above and the Contractor cannot reasonably circumvent the effect of the subcontractor's default or delay in performance through the use of alternate sources, workaround plans or other means.

2.7 Remedies

2.701 CANCELLATION

The State may cancel this Contract without further liability or penalty to the State, its departments, divisions, agencies, offices, commissions, officers, agents, and employees for any of the following reasons:

1. <u>Material Breach by the Contractor</u>. In the event that the Contractor breaches any of its material duties or obligations under the Contract, which are either not capable of or subject to being cured, or are not cured within the time period specified in the written notice of breach provided by the State, or pose a serious and imminent threat to the health and safety of any person, or



the imminent loss, damage or destruction of any real or tangible personal property, the State may, having provided written notice of cancellation to the Contractor, cancel this Contract in whole or in part, for cause, as of the date specified in the notice of cancellation.

In the event that this Contract is cancelled for cause, in addition to any legal remedies otherwise available to the State by law or equity, the Contractor shall be responsible for all costs incurred by the State in canceling the Contract, including but not limited to, State administrative costs, attorneys fees and court costs, and any additional costs the State may incur to procure the services required by this Contract from other sources. All excess reprocurement costs and damages shall not be considered by the parties to be consequential, indirect or incidental, and shall not be excluded by any other terms otherwise included in the Contract.

In the event the State chooses to partially cancel this Contract for cause charges payable under this Contract will be equitably adjusted to reflect those services that are cancelled.

In the event this Contract is cancelled for cause pursuant to this section, and it is therefore determined, for any reason, that the Contractor was not in breach of Contract pursuant to the provisions of this section, that cancellation for cause shall be deemed to have been a cancellation for convenience, effective as of the same date, and the rights and obligations of the parties shall be limited to that otherwise provided in the Contract for a cancellation for convenience.

- 2. Cancellation For Convenience By the State. The State may cancel this Contract for its convenience, in whole or part, if the State determines that such a cancellation is in the State's best interest. Reasons for such cancellation shall be left to the sole discretion of the State and may include, but not limited to (a) the State no longer needs the services or products specified in the Contract, (b) relocation of office, program changes, changes in laws, rules, or regulations make implementation of the Contract services no longer practical or feasible, and (c) unacceptable prices for additional services requested by the State. The State may cancel the Contract for its convenience, in whole or in part, by giving the Contractor written notice 30 days prior to the date of cancellation. If the State chooses to cancel this Contract in part, the charges payable under this Contract shall be equitably adjusted to reflect those services that are cancelled.
- 3. Non-Appropriation. In the event that funds to enable the State to effect continued payment under this Contract are not appropriated or otherwise made available. The Contractor acknowledges that, if this Contract extends for several fiscal years, continuation of this Contract is subject to appropriation or availability of funds for this project. If funds are not appropriated or otherwise made available, the State shall have the right to cancel this Contract at the end of the last period for which funds have been appropriated or otherwise made available by giving written notice of cancellation to the Contractor. The State shall give the Contractor written notice of such non-appropriation or unavailability within 30 days after it receives notice of such non-appropriation or unavailability.
- 4. <u>Criminal Conviction</u>. In the event the Contractor, an officer of the Contractor, or an owner of a 25% or greater share of the Contractor, is convicted of a criminal offense incident to the application for or performance of a State, public or private Contract or subcontract; or convicted of a criminal offense including but not limited to any of the following: embezzlement, theft, forgery, bribery, falsification or destruction of records, receiving stolen property, attempting to influence a public employee to breach the ethical conduct standards for State of Michigan employees; convicted under State or federal antitrust statutes; or convicted of any other criminal offense which in the sole discretion of the State, reflects upon the Contractor's business integrity.
- 5. Approvals Rescinded. The State may terminate this Contract without further liability or penalty in the event any final administrative or judicial decision or adjudication disapproves a previously approved request for purchase of personal services pursuant to Constitution 1963, Article 11, section 5, and Civil Service Rule 7. Termination may be in whole or in part and may be immediate as of the date of the written notice to Contractor or may be effective as of the date stated in such written notice.

2.702 RIGHTS UPON CANCELLATION

Termination Assistance. If this Contract (or any Statement of Work issued under it) is terminated for any reason prior to completion, Contractor agrees to provide for up to six (6) months after the termination all reasonable termination assistance requested by the State to facilitate the orderly transfer of such Services to the State or its designees in a manner designed to minimize interruption and adverse effect. Such termination assistance will be deemed by the parties to be governed by the terms and conditions of this Contract (notwithstanding its termination) other than any terms or conditions that do not reasonably apply to such termination assistance. Such termination assistance shall be at no additional charge to the State if the termination is for Contractor's Default pursuant to Section 2.602; otherwise the State shall compensate Contractor for such termination assistance on a time and materials basis in accordance with the Amendment Labor Rates identified within this Contract agreement.

2.703 LIQUIDATED DAMAGES

- A. The State and the Contractor hereby agree to the specific standards set forth in this Contract. It is agreed between the Contractor and the State that the actual damages to the State as a result of Contractor's failure to provide promised services would be difficult or impossible to determine with accuracy. The State and the Contractor therefore agree that liquidated damages as set out herein shall be a reasonable approximation of the damages that shall be suffered by the State as a result thereof. Accordingly, in the event of such damages, at the written direction of the State, the Contractor shall pay the State the indicated amount as liquidated damages, and not as a penalty. Amounts due the State as liquidated damages, if not paid by the Contractor within fifteen (15) days of notification of assessment, may be deducted by the State from any money payable to the Contractor pursuant to this Contract. The State will notify the Contractor in writing of any claim for liquidated damages pursuant to this paragraph on or before the date the State deducts such sums from money payable to the Contractor. No delay by the State in assessing or collecting liquidated damages shall be construed as a waiver of such rights.
- B. The Contractor shall not be liable for liquidated damages when, in the opinion of the State, incidents or delays result directly from causes beyond the control and without the fault or negligence of the Contractor. Such causes may include, but are not restricted to, acts of God, fires, floods, epidemics, and labor unrest; but in every case the delays must be beyond the control and without the fault or negligence of the Contractor.
- C. Liquidated damages will be assessed as follows: The Contractor will be liable to pay the State of Michigan, using agency or MiDeal member the difference between the Contracted price and what the State of Michigan would have to pay another Contractor to replace the product.

2.704 STOP WORK (Reserved)

2.705 SUSPENSION OF WORK

The Contract Administrator may order the Contractor, in writing, to suspend, delay, or interrupt all or any part of the work of this Contract for the period of time that the Contract Administrator determines appropriate for the convenience of the Government.

If the performance of all or any part of the work is, for an unreasonable period of time, suspended, delayed, or interrupted (1) by an act of the Contract Administrator in the administration of this Contract, or (2) by the Contract Administrator's failure to act within the time specified in this Contract (or within a reasonable time if not specified), an adjustment shall be made for any increase in the cost of performance of this Contract (excluding profit) necessarily caused by the unreasonable suspension, delay, or interruption, and the Contract modified in writing accordingly. However, no adjustment shall be made under this clause for any suspension, delay, or interruption to the extent that performance would have been so suspended, delayed, or interrupted by any other cause, including the fault or negligence of the Contractor, or for which an equitable adjustment is provided for or excluded under any other term or condition of this Contract.

A claim under this clause shall not be allowed:

- (1) For any costs incurred more than 20 days before the Contractor shall have notified the Contract Administrator in writing of the act or failure to act involved (but this requirement shall not apply as to a claim resulting from a suspension order); and
- (2) Unless the claim, in an amount stated, is asserted in writing as soon as practicable after the termination of the suspension, delay, or interruption, but not later than the date of final payment under the Contract.

2.8 Changes, Modifications, and Amendments 2.801 APPROVALS

The Contract may not be modified, amended, extended, or augmented except by a writing executed by the parties hereto, and any breach or default by a party shall not be waived or released other than in writing signed by the other party.

2.802 TIME EXTENTIONS

Time extensions for Contract changes will depend upon the extent, if any, by which the changes cause delay in the completion of the various elements of performance as described in the statement of work. The change order granting the time extension may provide that the Contract completion date will be extended only for those specific elements related to the changed work and that the remaining Contract completion dates for all other portions of the work will not be altered. The change order also may provide an equitable readjustment of liquidated damages under the new completion schedule.

2.803 MODIFICATION

Purchasing Operations reserves the right to modify this Contract at any time during the Contract term. Such modification may include changing the locations to be serviced, additional locations to be serviced, method or manner of performance of the work, number of days service is to be performed, addition or deletion of tasks to be performed, addition or deletion of items, and/or any other modifications deemed necessary. Any changes in pricing proposed by the Contractor resulting from the proposed changes are subject to acceptance by the State. Changes may be increases or decreases. IN THE EVENT PRICES ARE NOT ACCEPTABLE TO THE STATE, THE CONTRACT SHALL BE SUBJECT TO COMPETITIVE BIDDING BASED UPON THE NEW SPECIFICATION.

The State reserves the right to add an item(s) that is not described on the item listing and is available from the Contractor. The item(s) may be included on the Contract, only if prior written approval has been granted by Purchasing Operations.

2.804 AUDIT AND RECORDS UPON MODIFICATION

DEFINITION: <u>records</u> includes books, documents, accounting procedures and practices, and other data, regardless of whether such items are in written form, electronic form, or in any other form

Contractor shall be required to submit cost or pricing data with the pricing of any modification of this Contract to the Contract Administrator in Purchasing Operations. Data may include accounting records, payroll records, employee time sheets, and other information the state deems necessary to perform a fair evaluation of the modification proposal. Contract Administrator or authorized representative of the state shall have the right to examine and audit all of the Contractor's records, including computations and projections, related to:

- 1. The proposal for modification;
- 2. The discussions conducted on the proposal, including those related to negotiation;
- 3. Pricing of the modification; or
- 4. Performance of the modification.

Contractor shall make available at its office at all reasonable times the materials described in the paragraphs above.

If this Contract is completely or partially terminated, the records relating to the work terminated shall be made available for 3 years after any resulting final termination settlement.

2.805 CHANGES

- (a) The Contract Administrator may, at any time, without notice to the sureties, if any, by written order designated or indicated to be a change order, make changes in the work within the general scope of the Contract, including changes:
 - (1) In the specifications (including drawings and designs);
 - (2) In the method or manner of performance of the work;
 - (3) In the Government-furnished facilities, equipment, materials, services, or site; or
 - (4) Directing acceleration in the performance of the work.
- (a) Any other written or oral order (which, as used in this paragraph (b), includes direction, instruction, interpretation, or determination) from the Contract Administrator that causes a change shall be treated as a change order under this clause; Provided, that the Contractor gives the Contract Administrator written notice stating:
 - (1) The date, circumstances, and source of the order; and
 - (2) That the Contractor regards the order as a change order.
- (b) Except as provided in this clause, no order, statement, or conduct of the Contract Administrator shall be treated as a change under this clause or entitle the Contractor to an equitable adjustment.



PRICE SHEET: MANUFACTURER DISCOUNT SCHEDULE

CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
TAPES AND RULES	Ref: Stanley	52% discount from mfr current list price	Stanley current list	
TAPES AND RULES	Ref: Klein	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
TAPES AND RULES	Ref: Proto	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
TAPES AND RULES	Ref: Lufkin	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
TAPES AND RULES	Ref: Westward	60% discount from mfr current list price	Westward current list	
Drill Bits	Ref: Stanley	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
Drill Bits	Ref: Proto	55% discount from mfr current list price	Proto current list	
Drill Bits	Ref: Chicago Latrobe	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
Drill Bits	Ref: Westward	60% discount from mfr current list price	Westward current list	
Chisels & Punches	Ref: Stanley	52% discount from mfr current list price	Stanley current list	



CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
Chisels & Punches	Ref: Klein	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
Chisels & Punches	Ref: Proto	55% discount from mfr current list price	Proto current list	
Chisels & Punches	Ref: Westward	60% discount from mfr current list price	Westward current list	
Chisels & Punches	Ref: Blackhawk	45% discount from mfr current list price	Blackhawk current list	
POWER HAND TOOLS AND ACCESSORIES	Ref: Bosch	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
POWER HAND TOOLS AND ACCESSORIES	Ref: Milwaukee	46% (35% acc.) discount from mfr current list price	Milwaukee current list	
POWER HAND TOOLS AND ACCESSORIES	Ref: Dewalt	48% (38% acc) discount from mfr current list price	DeWalt current list	
POWER HAND TOOLS AND ACCESSORIES	Ref: Porter Cable	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
POWER HAND TOOLS AND ACCESSORIES	Ref:	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
POWER HAND TOOLS AND ACCESSORIES	Ref: Black & Decker	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
POWER TOOLS AND ACCESSORIES	Ref: Westward	60% discount from mfr current list price	Westward current list	



CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
POWER TOOLS AND	Ref: Ingersoll Rand	10% discount from	www.grainger.com	As published
ACCESSORIES		www.grainger.com price		Grainger.com
LEATHER GOODS	Ref: Stanley	10% discount from	www.grainger.com	As published
(tool pouches, tool bags etc.,)		www.grainger.com price		Grainger.com
LEATHER GOODS	Ref: Westward	60% discount from mfr	Westward current list	
(tool pouches, tool		current list price		
bags etc.,)				
LEATHER GOODS	Ref: Custom	10% discount from	www.grainger.com	As published
(tool pouches, tool bags etc.,)		www.grainger.com price		Grainger.com
SAWS & CUTTING TOOLS	Ref: Stanley	52% discount from mfr current list price	Stanley current list	
SAWS & CUTTING	Ref: Klein	10% discount from	www.grainger.com	As published
TOOLS		www.grainger.com price		Grainger.com
SAWS & CUTTING TOOLS	Ref: Proto	55% discount from mfr current list price	Proto current list	
SAWS & CUTTING TOOLS	Ref: Milwaukee	46% discount from mfr current list price	Milwaukee current list	
SAWS & CUTTING TOOLS	Ref: Dewalt	48% discount from mfr current list price	DeWalt current list	
LAWN AND GARDEN (rakes, shovels, hose, etc.,)	Ref: Ames	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
LAWN AND GARDEN	Ref: Westward	60% discount from mfr current list price	Westward current list	



CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
LAWN AND GARDEN	Ref: Nupla	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
HAND TOOLS (screwdrivers, hammers, pliers, etc.)	Ref: Stanley	52% discount from mfr current list price	Stanley Current List	
HAND TOOLS	Ref: Klein	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
HAND TOOLS	Ref: Proto	55% discount from mfr current list price	Proto current list	
HAND TOOLS	Ref: Dewalt	48% discount from mfr current list price	DeWalt current list	
HAND TOOLS	Ref: Blackhawk	45% discount from mfr current list price	Blackhawk current list	
HAND TOOLS	Ref: Westward	60% discount from mfr current list price	Westward current list	
WRENCHES AND SOCKETS	Ref: Stanley	52% off manufacturers list	Stanley Current List	
WRENCHES AND SOCKETS	Ref: Proto	55% discount from mfr current list price	Proto current list	
WRENCHES AND SOCKETS	Ref: Westward	60% discount from mfr current list price	Westward current list	
CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)



WRENCHES AND SOCKETS	Ref: Ridgid	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES (rope, chain, padlock, hinge, ladders, etc.)	Ref: Werner Ladders	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES	Ref: Masterlock Products	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES	Ref: Wellington Rope	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES	Ref: Tie Down Engineering	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MI SC. SUPPLIES	Ref: Yale	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES	Ref: Schlage	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
MISC. SUPPLIES	Ref:	10% discount from www.grainger.com price	www.grainger.com	As published Grainger.com
ELECTRIC MOTORS & POWER TRANSMISSION PRODUCTS	Ref: A.O. Smith	28% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
ELECTRIC MOTORS & POWER TRANSMISSION	Ref: Dayton	28% discount from www.grainger.com price		As Published Grainger.com



PRODUCTS				
GENERAL MAINTENANCE ITEMS	Ref:	10% discount from www.grainger.com price	www.grainger.com	
REPLACEMENT PARTS	Ref:	10% discount from www.grainger.com price	www.grainger.com	
CLEANING & PAINTING	Minuteman	18% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
CLEANING & PAINTING	Ref: Tough Guy	18% discount from www.grainger.com price		As Published Grainger.com
CLEANING & PAINTING	Ref: Dayton	18% discount from www.grainger.com price, select items	www.grainger.com	As Published Grainger.com
CLEANING & PAINTING	Ref: Rustoleum	18% discount from www.grainger.com price, select items	www.grainger.com	As Published Grainger.com
HVAC	Ref: Friedrich	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
HVAC	Ref: Air Handler	45% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
HVAC	Ref: Frigidaire	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME & NUMBER	ITEMS FOUND ON PAGE(S)
HVAC	Ref: Honeywell	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com



Material Handling &	Ref: Lyon	10% discount from	www.grainger.com	
Storage		www.grainger.com price		
Material Handling &	Ref: Edsal	10% discount from	www.grainger.com	As Published
Storage		www.grainger.com price		Grainger.com
Material Handling &	Ref: Stanley	10% discount from	www.grainger.com	As Published
Storage		www.grainger.com price		Grainger.com
Material Handling &	Ref: Lista	10% discount from	www.grainger.com	As Published
Storage		www.grainger.com price		Grainger.com
Pumps & Plumbing	Ref: Bell &	10% discount from	www.grainger.com	As Published
	Gossett	www.grainger.com price		Grainger.com
Pumps & Plumbing	Ref: Ingersoll-	10% discount from	www.grainger.com	As Published
	Rand	www.grainger.com price		Grainger.com
Pumps & Plumbing	Ref: Sloan	10% discount from	www.grainger.com	As Published
		www.grainger.com price		Grainger.com
Pumps & Plumbing	Ref: Nibco	10% discount from	www.grainger.com	As Published
		www.grainger.com price		Grainger.com
Safety & Security	Ref: Condor	10% discount from	www.grainger.com	As Published
	(gloves)	www.grainger.com price		Grainger.com
Safety & Security	Ref: North Safety	10% discount from	www.grainger.com	As Published
		www.grainger.com price		Grainger.com
CATEGORY	MANUFACTURER	DISCOUNT STRUCTURE	CATALOG NAME &	ITEMS FOUND ON
			NUMBER	PAGE(S)
Safety & Security	Ref: Dupont	10% discount from	www.grainger.com	As Published
		www.grainger.com price		Grainger.com
	1			

Safety & Security	Ref: Brady	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
Other:	Ref: Black & Decker	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
Other:	Ref: Rubbermaid Commercial Prod.	18% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com
Other:	Ref: Fort James (Georgia Pacific)	10% discount from www.grainger.com price		
Other:	Ref: Lumapro	10% discount from www.grainger.com price	www.grainger.com	As Published Grainger.com

Brand	Brand Name	Discount off Manufacturers List
2725	DeWalt Tools	48%
4990	Milwaukee Tools	46%
5810	Proto	55%
6650	Stanley	52%
7615	Westward	60%
2689	DeWalt Accessories	38%
4984	Milwaukee Accessories	35%
1780	Blackhawk	45%

Note: Grainger will extend ten (10%) percent off the Grainger.com "each" price to support the remainder of our offering outside of specific items listed in the Manufacturer Discount Schedule and General Price List.

PRICE SHEET: GENERAL

Item	Manufacturer Part Number	Material Description	Brand Name	Unit Price
1	M20130-00	BURNISHER,1500 RPM	MINUTEMAN	\$867.03
2	M24000-00	BURNISHER,2400 RPM	MINUTEMAN	\$921.02
3	TM-65	LINER,33X40IN,PK250	TOUGH GUY	\$15.99
4	P-4940-C	Liner,42.5x47 In,Pk100	TOUGH GUY	\$20.45
5	P-6540-C	Liner,38x58 In,Pk100	TOUGH GUY	\$22.48
6	OFFICE PRO 18	Portable air conditioner	MOVINCOOL	\$2,448.90
7	4C854B	Fan,Ceiling,56 In	DAYTON	\$62.50
8	4C855A	Fan,Ceiling,56 In	DAYTON	\$61.49
9	SL36	Window Room A/C	FRI ED RICH	\$971.34
10	2E728	Ventilation Control	DAYTON	\$13.07
11	1BLW4	Shelving ,Industrial	HALLOWELL	\$107.01
12	1ANZ9	Shelving, Industrial	APPROVED VENDOR	\$80.84
13	1PWT8	Shelving, Heavy Duty	EDSALL	\$152.15
14	6940	Rack, Bulk Storage	TENNSCO	\$213.78
15	DC-12J	Rack, Cantilever	JARKE	\$1,487.57
16	BF2034	Motor,1/3 HP,60hz,Belt	A.O. SMITH	\$48.53
17	H667	Motor,1hp,Condenser	A.O. SMITH	\$117.61
18	D10P2	Motor,10 HP,3 Phase	USEM	\$438.71
19	C249	Motor,1/2 HP, Circpump	A.O. SMITH	\$211.85
20	D25P2B	Motor,25 HP,3 Phase	USEM	\$958.11



Item	Manufacturer Part Number	Material Description	Brand Name	Unit Price
21	186863	Seal Bearing Assembly	BELL & GOSSETT	\$177.72
22	185260	Seal Bearing Assembly	BELL & GOSSETT	\$468.49
23	3P682	Pump,Diaphragm,1.5 HP	DAYTON	\$1,169.50
24	624T	Pump,Booster,1 HP	BELL & GOSSETT	\$988.19
25	LP3005-1	Grease Pump Pack,55 G	INGERSOLL- RAN D/ARO	\$723.11
26	4AZ97	GLOVE,LEATHER,L,PR	CONDOR	\$1.02
27	92-675	Glove, Nitrile,M,Pk100	ANSELL	\$6.19
28	69-210	Glove, Latex, L, Pk100	ANSELL	\$2.93
29	3ZL53A	GLOVE,LEATHER,L,PR	CONDOR	\$0.62
30	1AD87	Glove, Jersey, L, PR	CONDOR	\$0.71
31	198	Glove, latex, size 10, PR	ANSELL	\$0.28
32	89/4702	Glove, winter liner, PR	Salisbury	\$1.47
33	SK19AL	Glove, knit, ladies, Pr	Perfect Fit	\$0.39
34	3AN09	Eyewear Safety, clear	AO Safety	\$0.88
35	13020252	Pleated Filter 20X25X2	Air Handler	\$2.66
36	10051149	Detector, Four Gas	MSA	\$2,522.47
37	3Z997	Table Saw	DAYTON	\$6.21
38	DC9091	Battery,14.4 V,2.4 Ah	DEWALT	\$57.93
39	4JH11A	Hook, Wardrobe	Trident	\$1.11

PRICE SHEET: MDOT SPECIFIC

NIGP Code	Product	MDOT Code	Manufacturer	Unit Price
450-17-31-1007	Gasoline Safety Can, 2-gl. Cap., Round, Flexible Metal Hose, Type II, Terne Plate construction	5651 -0304	Justrite #1 0527	\$35.46
450-17-31-1809	Gasoline Cans, Safety, 5-gl. Cap., w/flexible spout, Type II	5651-0302	Eagle #U2-51-S	\$37.14
450-19-31-1104	Grab Hook, 3/8", Grade 80 Steel Alloy, Heat Treated	5628-4212	CM Midland #M206A	\$5.02
450-19-31-2003	Grab Hook, ½", Grade 80 Steel Alloy, Heat Treated	5628-4220	CM Midland #M208A	\$9.29
450-19-35-0334	Link Coupling, 3/8", Grade 80 Steel Alloy, Heat Treated	5628-4508	CM #66241	\$8.66
450-19-35-0557	Link Coupling, ½", Grade 80 Steel Alloy, Heat Treated	5628-4512	CM #664250	\$14.42
450-1 9-35-1 084	Link Coupling, 5/8", Grade 80 Steel Alloy, Heat Treated	5628-4516	ACCO #5942-01 001	\$18.37

GRAINGER BRANCH LISTING

Grainger Branch 236 2915 Boardwalk St. Ann Arbor, MI 48104 Phone: (734) 662-1060 Fax: (734) 662-4095

Hours: 7:30 AM - 5:00 PM (Mon - Fri)

Grainger Branch 230 2611 Superior Ct. Auburn Hills, MI 48326 Phone: (248) 732-1151 Fax: (248) 732-1153 Hours: 7:00 AM - 5:00 PM (Mon - Fri)

Grainger Branch 239 1201 W. Lafayette Blvd. Detroit, MI 48226

Phone: (313) 965-3500 Fax: (313) 965-5932

Hours: 7:00 AM - 5:00 PM (Mon - Fri)

Grainger Branch 234 23800 Haggerty Rd. Farmington Hills, MI 48335 Phone: (248) 474-0300 Fax: (248) 474-9179

Hours: 7:00 AM - 5:00 PM (Mon - Fri)

8:00 AM - 1:00 PM (Saturday)

Grainger Branch 320 3803 Roger B Chaffee SE Grand Rapids, MI 49548 Phone: (616) 241-6781 Fax: (616) 245-2943

Grainger Branch 318 767 Chicago Dr. Holland, MI 49423-3003 Phone: (616) 392-2416 Fax: (616) 392-5853

Hours: 7:30 AM - 5:00 PM (Mon - Fri)

Grainger Branch 407 2476 Azo Dr. Kalamazoo, MI 49048-9540 Phone: (269) 381-8500 Fax: (269) 381-5423

Hours: 8:00 AM - 5:00 PM (Mon - Fri)

*Grainger Branch 421 5617 Enterprise Dr. Lansing, MI 48911-4194 Phone: (517) 394-2010 Fax: (517) 882-7438

Hours: 7:30 AM - 5:00 PM (Mon - Fri)

Grainger Branch 322 2285 Roberts St. Muskegon, MI 49444-1838 Phone: (231) 722-6651

Fax: (231) 728-4399

Hours: 8:00 AM - 5:00 PM (Mon - Fri)

Grainger Branch 238 15180 W. Eight Mile Rd. Oak Park, MI 48237-3007 Phone: (248) 968-1600

Fax: (248) 968-1608

Hours: 7:30 AM - 5:00 PM (Mon - Fri) Hours: 7:30 AM - 5:00 PM (Mon - Fri)

Grainger Branch 233 6874 Middlebelt Rd. Romulus, MI 48174-2041 Phone: (734) 728-7891 Fax: (734) 728-5072

Hours: 7:00 AM - 5:00 PM (Mon - Fri)

^{*} Please Note: Branch 421 is the Contract Branch, however you can purchase goods from any location at the same discount or price schedule.